

BOB F. ANDERSON, PE, INC.
PETROLEUM ENGINEERS & CONSULTANTS
TELEPHONE (318) 425-4230
FACSIMILE (318) 222-1054
email: bfandpe@aol.com

May 24, 2004

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: **APPLICATION FOR PUBLIC HEARING**
Proposed Alternate Unit Well
Hosston B Zone, Reservoir A
HOSS B RA SUW
Leatherman Creek Field
Claiborne Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **NADEL & GUSSMAN, LLC**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston B Zone, Reservoir A, Leatherman Creek Field, Claiborne Parish, Louisiana:

1. To permit the applicant to drill, designate and utilize their Weyerhaeuser 20 No. 2 Well as an additional alternate unit well for the production of gas and condensate from the Hosston B Zone, Reservoir A, Leatherman Creek Field, Claiborne Parish, Louisiana, in the unit designated HOSS RA SUW, such unit and well shown on the attached plat and made a part hereof.
2. To find that additional alternate unit well is needed on the HOSS B RA SUW to assist in the efficient and effective drainage of the unit that cannot be drained by any other well located therein.
3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit well or from a combination thereof at its discretion.
4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

Hon. James H. Welsh
Leatherman Creek Field
2

The Hosston B Zone, Reservoir A, in Leatherman Creek Field, Claiborne Parish, Louisiana, was defined in Office of Conservation Order No. 987-B, effective December 1, 1976 and created the unit designated HOSS B RA SUL.

The pertinent data pertaining to this application is available for inspection at the Offices of B. F. Anderson, 400 Travis Street, Suite 209, Shreveport, Louisiana 71101-3110. Any person wishing to inspect such data should call B. F. Anderson at 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent, that is otherwise not available from the Office of Conservation, can be obtained **at the expense of the requesting party.**

The subject matter of this application does not require a pre-hearing conference.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this intended application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

Our check, made payable to the Office of Conservation, is attached to cover the applicable hearing fee.

Yours very truly,

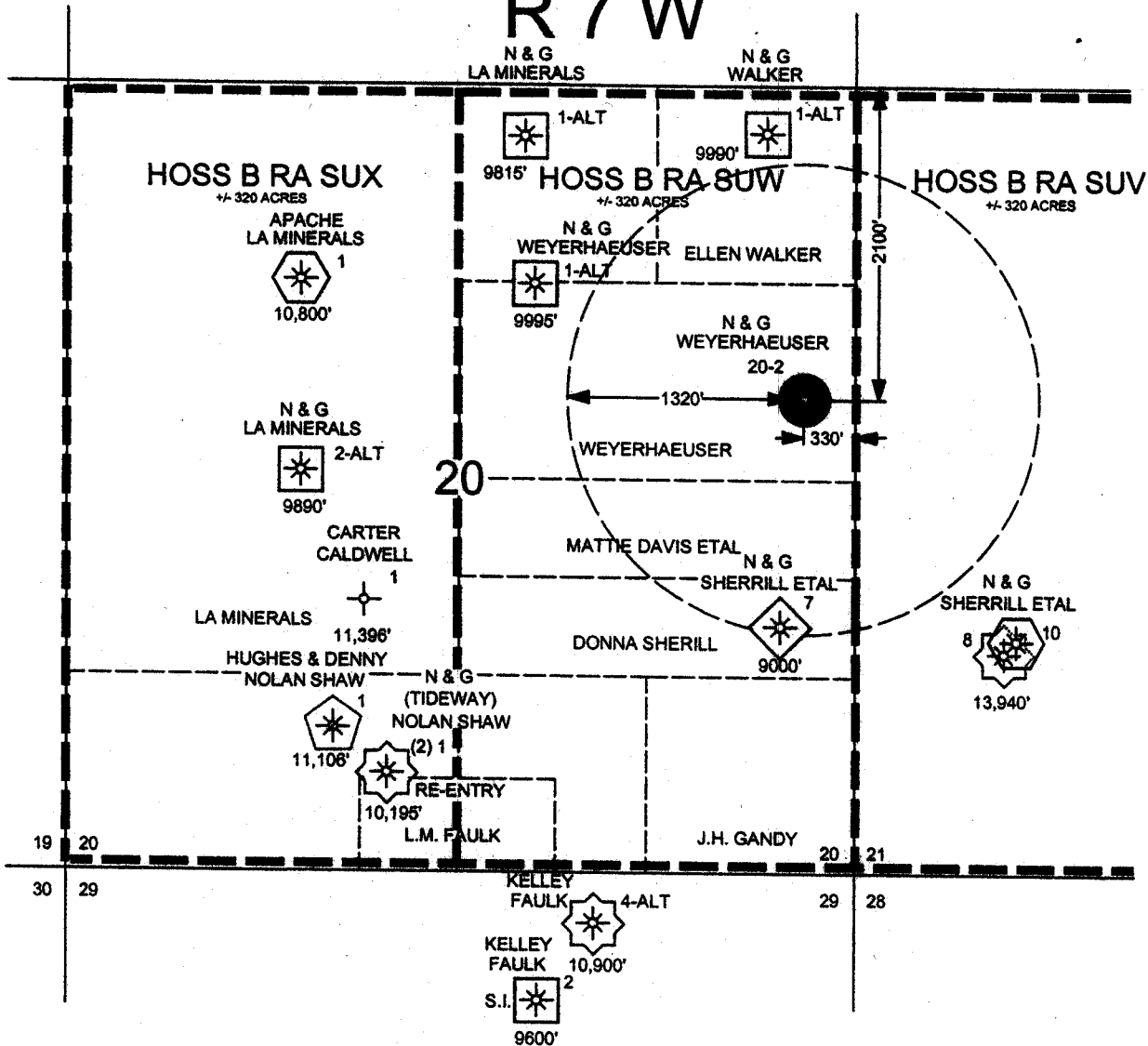








B. F. ANDERSON, PE for
NADEL & GUSSMAN, LLC

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (wo/encl.)
Mr. James Knipe, Nadel & Gussman, LLC (w/encl.)
Mr. Joe Anderson, Nadel & Gussman, LLC (wo/encl.)

R 7 W

T 19 N



-  PROPOSED ADDITIONAL ALTERNATE UNIT WELL (HOSS B RA SUW)
-  FORMER UNIT WELL (HOSS B RA) NOW CV RA WELL
-  APPROVED UNIT WELL (HOSS B RA)
-  APPROVED ALTERNATE UNIT WELL (HOSS RB RA)
-  COTTON VALLEY RESERVOIR A PRODUCER
-  FORMER COTTON VALLEY RA PRODUCER



NADEL & GUSSMAN, LLC

LEATHERMAN CREEK FIELD
CLAIBORNE PARISH, LOUISIANA

PROPOSED ADDITIONAL ALTERNATE UNIT WELL

HOSS B RA SUW
WEYERHAEUSER 20 #2

EXHIBIT NO.1